ALKYLATION CURRENT EVENTS

PRESENTED AT THE LAWRENCE LIVERMORE NATIONAL LABORATORY WORKSHOP ON ETHANOL & ALKYLATES IN FUELS

APRIL 10-11, 2001

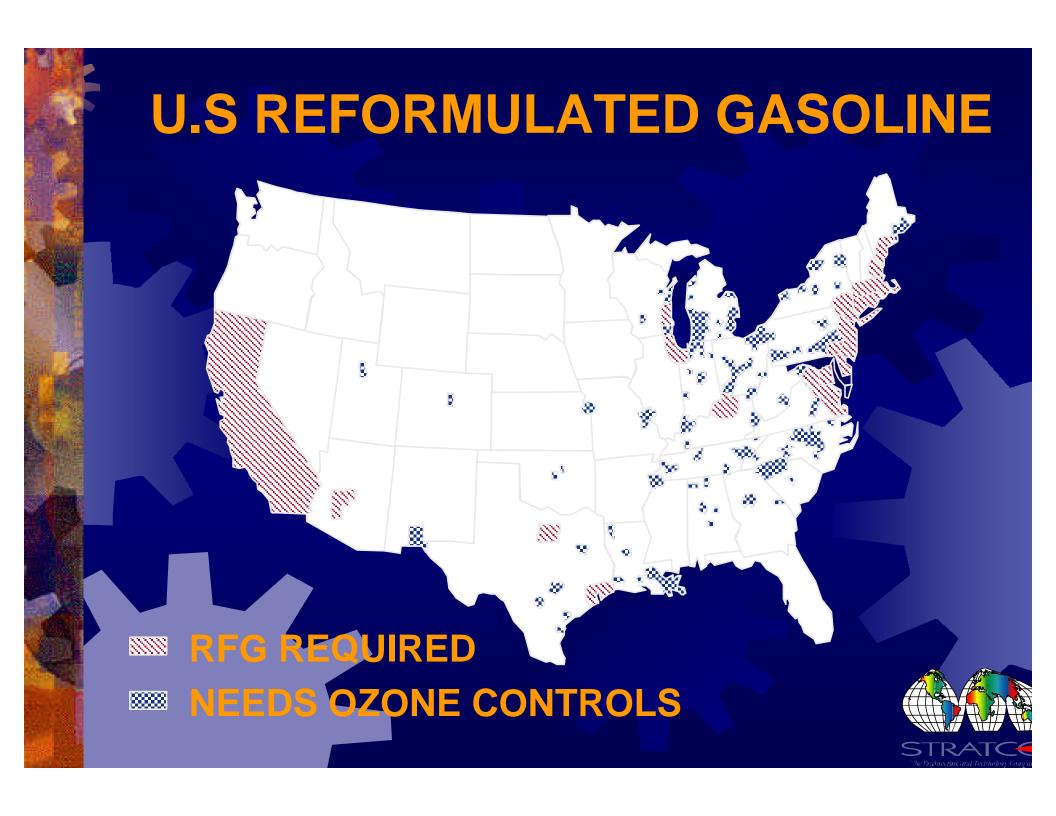
Presented By:
Pam Pryor
STRATCO, Inc.
Manager of Technical Sales



AGENDA

- REGULATORY/LEGISLATIVE ISSUES
- **MTBE**
- **DRIVEABILITY INDEX**
- **ALKYLATE'S ROLE IN RFG**





RFG REQUIREMENTS

U.S. NON-ATTAINMENT AREAS

• PHASE 1 COMPLEX MODEL 1998-1999

PHASE 2 COMPLEX MODEL

2000

CALIFORNIA NON-ATTAINMENT AREAS

• CA RFG PHASE 2

1996+

• CA RFG PHASE 3

2003



Ca RFG PHASE 2 & 3

FUEL PARAMETER

SULFUR

AROMATICS

BENZENE

OLEFINS

OXYGEN

T₉₀

T₅₀

RVP

PHASE 2/3 ALLOWABLE LEVEL

40/20 WT PPM

25/25 VOL%

1.0/0.8 VOL%

6.0/6.0 VOL%

2.0/2.0 WT%

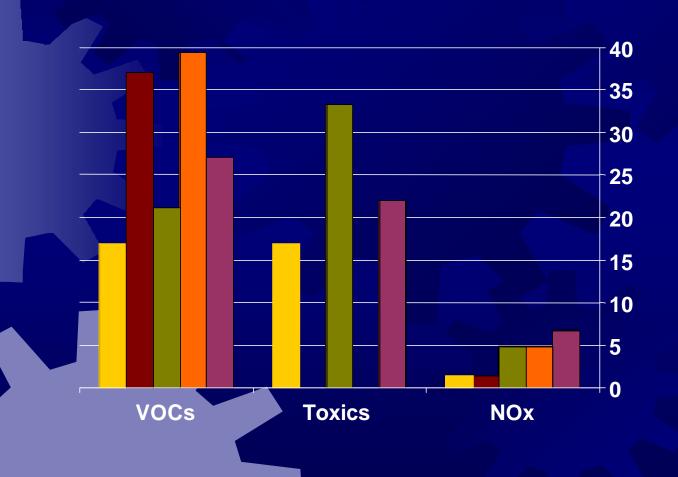
300°F (149°C)/305°F (152°C)

210°F (99°C)/213°F (101°C)

7.0/7.0 PSI (0.49 KG/CM²)



RFG PHASE 1 & 2 REDUCTIONS



- Phase 1 Reductions North
- Phase 1 Reductions South
- Phase 1 Actual North
- Phase 1 Actual South
- **■** Phase 2 Reductions



MTBE

- **EXECUTION** FEDERAL OXYGEN MANDATE
 - **∠** Over 18 bills introduced during 106th Congress.
 - May revert to a state by state decision.
- **MODE OF AND VOLUME LOSS HARD TO REPLACE**
- **ETHANOL**
 - If the oxygen mandate continues, ethanol is the most likely replacement.
 - Ethanol requires special handling considerations.
 - **∠** To prevent groundwater contamination
 - **∠** To offset NO_x emissions according to CA Predictive Model
 - ∠ Alkylate to balance ethanol's blending RVP



DRIVEABILITY STANDARD

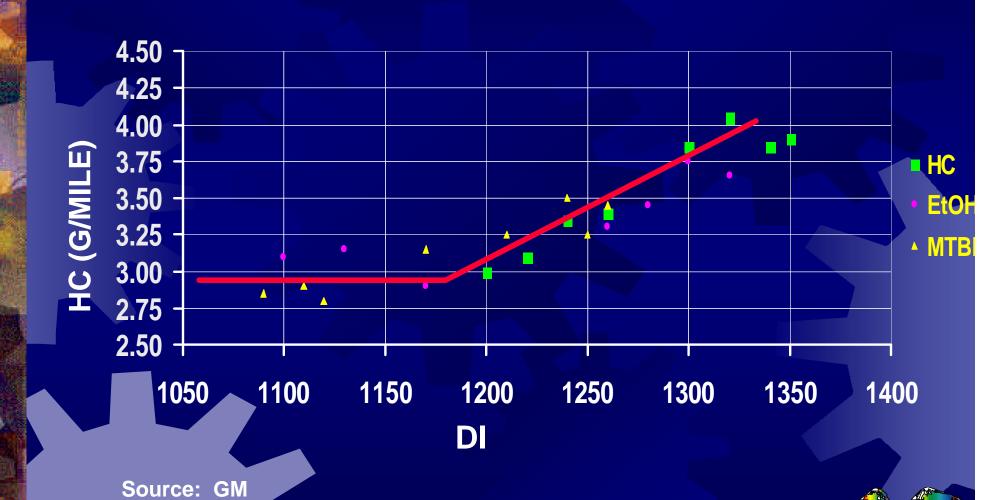
DRIVEABILITY INDEX:

DI (°F) = $1.5 (T_{10}) + 3(T_{50}) + T_{90} +$ (20 x wt% Oxygen)

 $T_{50} = 170$ °F MINIMUM DI = 1200 °F MAXIMUM



EMISSIONS vs. DI



ALKYLATE'S ROLE IN RFG

- ZIDEAL BLENDSTOCK
 - **≥100% PARAFFINIC**
 - **LOW RVP**
 - **MIGH OCTANE**
 - **∠**GOOD DISTILLATION CHARACTERISTICS
 - NO/LOW SULFUR
 - **DILUTION EFFECT**

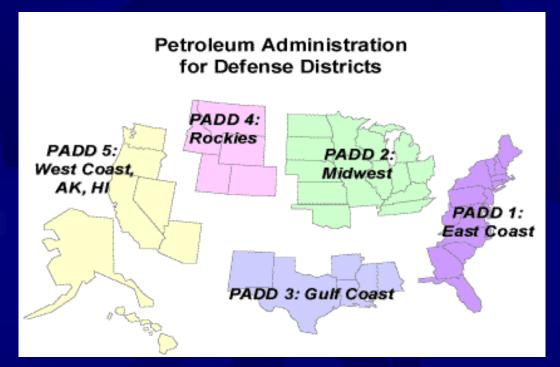


GASOLINE BLENDSTOCKS

	ALKY	FCC	REFORMATE	POLY
AROMATICS	0	29	63	0
OLEFINS	0	29	1	95
SULFUR	~0	756	~0	~0
MON	92	81	87	82
RON	94	92	98	94
	1134	1223	1299	1251

SOURCE: NPRA

RFG BLENDING PROPERTIES BY PADE



PADD 2

FCC Gasoline-33% Reformate-29%

Alkylate-12%

Oxygenate-10%

Hydrocrackate-3%

ALKY CAPACITY 295,000 BPD

PADD 5

FCC Gasoline-26%

Reformate-23%

Alkylate-15%

Oxygenate-11%

Hydrocrackate-10%

ALKY CAPACITY 196,900 BPD

PADD 1 & 3

FCC Gasoline-40%

Reformate-25%

Alkylate-11%

Oxygenate-11%

Hydrocrackate-3%

ALKY CAPACITY 600,000 BPD



ALKLYATION - PROVEN TECHNOLOGY

- **MOT NEW TECHNOLOGY**
 - **∠**Molecules in gasoline from beginning.
 - **∠**On-purpose production began in 1930's.
- **✓ ALKYLATE CURRENTLY ACCOUNTS FOR**15-30% OF THE FINISHED GASOLINE POOL.
- **∠ PERRY'S CHEMICAL ENGINEER'S HANDBOOK LISTS ALKYLATES MOLECULES AS INSOLUBLE IN WATER**



SUMMARY

- RFG LEGISLATION, MTBE PHASEOUT AND THE OXYGEN MANDATE UNCERTAINTY ARE MAJOR FACTORS INFLUENCING REFINING INDUSTRY.
- ALKYLATION GROWTH CONTINUES TO BE ENVIRONMENTALLY DRIVEN.
- TREMENDOUS SYNERGY BETWEEN ALKYLATE AND ETHANOL.



